

COMMONWEALTH OF KENTUCKY
BEFORE THE ENERGY REGULATORY COMMISSION

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In the Matter of:

THE APPLICATION OF JACKSON COUNTY)	
RURAL ELECTRIC COOPERATIVE)	
CORPORATION FOR AN ORDER AUTHO-)	
RIZING A PASS-THROUGH OF EAST)	Case No. 7723
KENTUCKY POWER COOPERATIVE, INC.'S)	
WHOLESALE POWER RATE INCREASE IN)	
CASE NO. 7702)	

ORDER

On January 29, 1980, Jackson County Rural Electric Cooperative Corporation (Applicant) filed its Application to flow-through any increase in rates granted its wholesale power supplier, East Kentucky Power Cooperative, Inc., (East Kentucky) in Case No. 7702. Applicant is one of eighteen member distribution cooperatives of East Kentucky. In Case No. 7702, East Kentucky requested an increase in revenue of approximately \$8,576,789. Of this total increase, Applicant would experience an increase in power costs of approximately \$854,538. This increase represents 9.96% of the proposed East Kentucky increase and would result in an overall increase to Applicant's consumers of 7.56%.

The matter was scheduled for hearing on March 18, 1980, at the Commission's offices in Frankfort, Kentucky. A further hearing was scheduled for May 9, 1980. The hearings were conducted as scheduled and the Consumer Protection Division of the Attorney General's office was the only intervenor present.

The Commission after review of the evidence of record and being advised is of the opinion and so finds:

(1) That the actual increase granted East Kentucky Power in Case No. 7702 is \$7,345,000 which will result in an increase in power costs to Applicant of \$732,648.

(2) That Applicant is entitled to recover the increased wholesale power costs granted in Case No. 7702 and its financial condition would be materially impaired if it were not allowed to recover this additional cost.

(3) That the revised rates and charges set out in the attached Appendix "A" are designed to reflect only the increased power costs from East Kentucky Power Cooperative, Inc., granted in the final order in Case No. 7702 and will not result in any additional net margin to Applicant.

IT IS THEREFORE ORDERED that Jackson County Rural Electric Cooperative Corporation is hereby authorized to flow-through the increased power costs resulting from the rate increase granted its wholesale power supplier in Case No. 7702.

IT IS FURTHER ORDERED that the rates set out in Appendix "A" shall be placed into effect simultaneously with the effective date of the East Kentucky wholesale power increase.

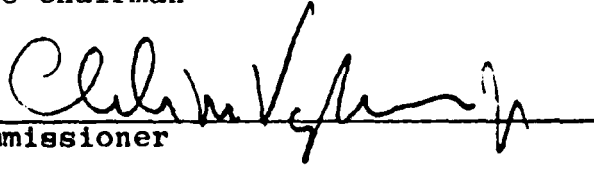
IT IS FURTHER ORDERED that Jackson County Rural Electric Cooperative Corporation shall file within twenty (20) days from the date of this Order its revised tariff sheets setting out the rates and charges approved herein.

Done at Frankfort, Kentucky, this 1st day of July, 1980.

ENERGY REGULATORY COMMISSION


Chairman


Vice Chairman


Commissioner

ATTEST:

Secretary

APPENDIX "A"

APPENDIX TO AN ORDER OF THE ENERGY REGULATORY COMMISSION IN CASE NO. 7723 DATED July 1, 1980

The following rates and charges are prescribed for the customers in the area served by Jackson County Rural Electric Cooperative Corporation. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of the Commission prior to the date of this Order.

Rates: Monthly

Schedule 10 - Residential, Farm and Non-Farm Service*

First	25 KWH or less per month	\$4.08	Minimum Bill
Next	55 KWH per month	.0652	per KWH
Next	120 KWH per month	.0421	per KWH
Next	600 KWH per month	.0382	per KWH
All Over	800 KWH per month	.0313	per KWH

Minimum Charge:

The minimum monthly charge under the above rate shall be \$4.08 or the amount provided in the contract for service, whichever shall be higher. Payment of the minimum charge shall entitle the consumer in all cases to the use of the number of kilowatt hours corresponding to the minimum charge in accordance with the foregoing rate.

Schedule 20 - Commercial, Small Power and Three-Phase Farm Service*

First	25 KWH or less per month	\$4.08	Minimum Bill
Next	55 KWH per month	.0652	per KWH
Next	1,920 KWH per month	.0417	per KWH
All Over	2,000 KWH per month	.0382	per KWH

Minimum Charge:

The minimum monthly charge under the above rate shall be \$4.08 or the amount provided in the contract for service, whichever shall be higher. The minimum charge shall entitle the consumer in all cases to the use of the number of kilowatt hours corresponding to the minimum charge.

Schedule 33 - Water Pumping Service*

\$.0353 per KWH for the first 10,000 KWH used per month
.0330 per KWH for the next 40,000 KWH used per month
.0296 per KWH for all over 50,000 KWH used per month

Schedule 50 and 60 - Schools, Churches and Community Halls*

First	25 KWH or less per month	\$4.08	Minimum Bill
Next	55 KWH per month	.0652	per KWH
Next	720 KWH per month	.0422	per KWH
Next	200 KWH per month	.0336	per KWH
All Over	1,000 KWH per month	.0307	per KWH

*The monthly kilowatt hour usage shall be subject to plus or minus an adjustment per KWH determined in accordance with the "Fuel Adjustment Clause."

Minimum Charge:

The minimum monthly charge under the above rate shall be \$4.08 or the amount provided in the contract for service, whichever shall be higher. Payment of the minimum charge shall entitle the consumer in all cases to the use of the number of kilowatt hours corresponding to the minimum charge in accordance with the foregoing rate.

Schedule 52 - All Electric School (A.E.S.)*

All KWH at \$.0320 per KWH

Schedule SL - Outdoor Lighting Service - Security Lights*

Mercury Vapor Lamp 175 Watt 90 KWH/Lamp \$4.47 per month

Schedule 30 - Large Power Service Less Than 50 KW*

\$3.22 per month per KW of billing demand

Plus Energy Charges of:

First	25 KWH per month	\$1269	per KWH
Next	55 KWH per month	.0539	per KWH
All Over	80 KWH per month	.0358	per KWH

Schedule 40 - Large Power More Than 50 KW But Less Than 275 KW*

\$3.22 per month per KW of billing demand

Plus Energy Charges of:

\$.0353 per KWH for the first 10,000 KWH used per month
.0330 per KWH for the next 40,000 KWH used per month
.0296 per KWH for all over 50,000 KWH used per month

Schedule 43 - Large Power Rate - Over 275 KW*

Maximum Demand Charge:

\$3.22 per month per KW of billing demand

Energy Charge Per KWH:

\$.0427 for the first	3,500 KWH used per month
.0330 for the next	6,500 KWH used per month
.0271 for the next	140,000 KWH used per month
.0251 for the next	200,000 KWH used per month
.0240 for the next	400,000 KWH used per month
.0229 for the next	550,000 KWH used per month
.0213 for all in excess of	1,300,000 KWH used per month

*The monthly kilowatt hour usage shall be subject to plus or minus an adjustment per KWH determined in accordance with the "Fuel Adjustment Clause."